

**SEVERN SAVINGS BANK FSB**

	CPP Disbursement Date 11/21/2008	Cert 32367	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$962	\$959	-0.4%		
Loans	\$834	\$793	-4.8%		
Construction & development	\$219	\$183	-16.6%		
Closed-end 1-4 family residential	\$336	\$319	-5.2%		
Home equity	\$58	\$60	3.2%		
Credit card	\$0	\$0			
Other consumer	\$1	\$1	11.0%		
Commercial & Industrial	\$8	\$12	41.3%		
Commercial real estate	\$199	\$208	4.0%		
Unused commitments	\$90	\$61	-32.0%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$1	\$1	-5.5%		
Asset-backed securities	\$0	\$0			
Other securities	\$0	\$0			
Cash & balances due	\$35	\$54	55.4%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$844	\$838	-0.7%		
Deposits	\$718	\$722	0.6%		
Total other borrowings	\$125	\$115	-8.0%		
FHLB advances	\$0	\$0			
Equity					
Equity capital at quarter end	\$118	\$120	1.7%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	11.7%	12.3%	--		
Tier 1 risk based capital ratio	14.5%	15.6%	--		
Total risk based capital ratio	15.7%	16.8%	--		
Return on equity <sup>1</sup>	-8.0%	2.5%	--		
Return on assets <sup>1</sup>	-1.0%	0.3%	--		
Net interest margin <sup>1</sup>	3.4%	3.5%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	38.2%	37.0%	--		
Loss provision to net charge-offs (qtr)	163.6%	59.4%	--		
Net charge-offs to average loans and leases <sup>1</sup>	1.6%	1.0%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	10.7%	7.1%	1.5%	0.2%	--
Closed-end 1-4 family residential	6.5%	5.6%	0.0%	0.4%	--
Home equity	1.5%	3.0%	0.0%	0.3%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	3.2%	2.2%	0.0%	0.0%	--
Commercial & Industrial	0.0%	2.9%	0.0%	0.0%	--
Commercial real estate	0.8%	0.9%	0.0%	0.1%	--
Total loans	5.7%	4.4%	0.4%	0.3%	--